



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Adopt Resolution Awarding the Bid for the Purchase of White Slough Water Pollution Control Facility Telephone System Replacement from AT&T (SBC), of Stockton, under the Terms of the State of California CALNET Contract (\$44,000)

MEETING DATE: May 3, 2006

PREPARED BY: Deputy City Manager

RECOMMENDED ACTION: That the City Council adopt a resolution awarding the bid for the purchase of the Public Works Department's White Slough Water Pollution Control Facility (WSWPCF) telephone system replacement from AT&T (SBC), of Stockton, under the terms of the competitively-bid State of California CALNET contract.

BACKGROUND INFORMATION: The WSWPCF telephone replacement is quoted at \$41,017.03. Staff has obtained extensive pre-sales engineering and design, and an informal quote from AT&T (SBC) Bell under the State's CALNET contract. During the past seven years, the City Council has approved staff to make purchases for several communications projects from AT&T (SBC) under the terms of the State of California competitively-bid CALNET contract; most particularly, Council Resolution Nos. 99-53, 99-106 and 2001-220. The CALNET agreement has been written with a refresh clause that ensures that the State (and the City) will get the lowest prices for goods and services during the term of the contract. The CALNET contract will end in 2008.

[CALNET Contract wording] Section 17 ANNUAL SERVICE REVIEW

For the purpose of maintaining competitiveness throughout the term of this Agreement, Contractor agrees to a joint review of its pricing and service functionality, and marketing efforts annually to ensure State and its customers will receive cost and technologically competitive services throughout the terms of the Agreement. Contractor agrees that no other customer of Pacific Bell and MCI, collectively or as individual companies, will receive better rates for a substantially similar suite of services offered under substantially similar terms and conditions when the volume of business from the other customer is equal to or less than the volume of business the State delivers under this Agreement.

Revised: Amendment No. 1 - 12/4/98

Lodi Municipal Code allows the use of other competitively-bid service contracts.

LMC §3.20.045 STATE AND LOCAL AGENCY CONTRACTS

The bidding process described in this code may be waived when advantageous for the city, and authorized by the city manager for purchase of supplies, equipment or contractual services awarded in accordance with formally adopted bidding or negotiation procedures approved by the governing boards of other California public agencies. Purchases or contracts in excess of twenty thousand dollars shall require the approval of the city council. (Ord. 1763 § 2 (part), 2005)

APPROVED: _____

Blair King, City Manager

Adopt Resolution Awarding the Bid for the Purchase of White Slough Water Pollution Control Facility Telephone System Replacement from AT&T (SBC), of Stockton, under the Terms of the State of California CALNET Contract (\$44,000)

May 3, 2006

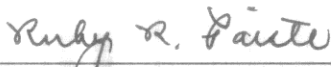
Page 2

The replacement of the WSWPCF telephone system is required to allow the facility to connect to the City's main telephone PBX switch over a single point-to-point T1 circuit, thus replacing multiple off-premises telephone extension (OPX) circuits. It will also replace the existing 56Kb/s data circuit. The shared T1 circuit will reduce the ongoing monthly circuit costs for both telephone and wide area network (WAN) data communications. This will also increase the WAN data connection speed between sites from 56Kb/s to over 800Kb/s (one half or more of the total T1 circuit bandwidth.) The existing telephone system is old and subject to failures, and replacement parts have become difficult to obtain. Upgrading the WSWPCF telephone system will allow staff to be on the same system as the Civic Center, with the same functionality and features.

ITEMS:	WSWPCF Meridian Opt. 11c PBX	\$28,896.19
	Required upgrades to core Meridian 11c PBX and core network equipment to facilitate T1 link	\$8,662.99
	Initial installation of T1 circuit	\$1,700.00
	Tax on hardware	\$1,757.85
	Contingencies	<u>\$2,982.97</u>
	Total:	\$44,000.00

FISCAL IMPACT: There will be a slight reduction in ongoing circuit costs and equipment maintenance costs.

FUNDING AVAILABLE: Budgeted: WS Telephone System Upgrade (172503)



Ruby Paiste, Interim Finance Director



James R. Krueger
Deputy City Manager

Prepared by Mark White, Information Systems Coordinator and Del Kerlin, Assistant Wastewater Treatment Superintendent

JRK/CMW/pmf

cc: Steve Schwabauer, City Attorney
Joel Harris, Purchasing Officer
Del Kerlin, Assistant Wastewater Treatment Superintendent
Steve Mann, Information Systems Manager

RESOLUTION NO. 2006-72

A RESOLUTION OF THE LODI CITY COUNCIL AWARDING
THE BID FOR THE PURCHASE OF THE WHITE SLOUGH WATER
POLLUTION CONTROL FACILITY TELEPHONE SYSTEM FROM AT&T
(SBC), OF STOCKTON, UNDER THE TERMS OF THE STATE OF
CALIFORNIA CALNET CONTRACT

=====

WHEREAS, the existing White Slough Water Pollution Control Facility telephone system is old, is subject to failures, and replacement parts have become difficult to obtain; and

WHEREAS, replacement of the White Slough Water Pollution Control Facility telephone system is required to allow connection to the City's main telephone PBX switch over a single point-to-point T1 circuit, instead of multiple off-premise telephone extension circuits, and making this change will also replace the existing 56Kb/s data circuit; and

WHEREAS, the shared T1 circuit will reduce the ongoing monthly circuit costs for both telephone and wide area network data communications; and

WHEREAS, pursuant to Lodi Municipal Code §3.20.045, "State and Local Agency Contracts," the bidding process may be waived when it is advantageous for the City, with appropriate approval by the City Manager and City Council, to use contracts that have been awarded by other California public agencies, provided that their award was in compliance with their formally-adopted bidding or negotiation procedures; and

WHEREAS, staff has obtained extensive pre-sales engineering and design and an informal quote from AT&T (SBC) under the State's CALNET contract; and

WHEREAS, staff recommends purchasing the telephone system replacement from AT&T (SBC), of Stockton, under the terms of the State of California CALNET contract, at a cost not to exceed \$44,000.00.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby award the bid for the purchase of the White Slough Water Pollution Control Facility telephone system from AT&T (SBC), of Stockton, under the terms of the State of California CALNET contract, at a cost not to exceed \$44,000.00.

Dated: May 3, 2006

=====

I hereby certify that Resolution No. 2006-72 was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 3, 2006, by the following vote:

AYES: COUNCIL MEMBERS – Beckman, Hansen, Johnson, Mounce, and
Mayor Hitchcock

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


SUSAN J. BLACKSTON
City Clerk